

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

★ ★ ★ ★ ●

In the Matter of:

AN EXAMINATION BY THE PUBLIC)	
SERVICE COMMISSION OF THE)	
APPLICATION OF THE FUEL ADJUST-)	
MENT CLAUSE OF FOX CREEK)	CASE NO. 9183
RURAL ELECTRIC COOPERATIVE)	
CORPORATION FROM NOVEMBER 1,)	
1982, TO OCTOBER 31, 1984)	

O R D E R

Pursuant to 807 KAR 5:056, Sections 1(11) and (12), the Public Service Commission ("Commission") issued its Order on November 20, 1984, scheduling a hearing to review the operation of the fuel adjustment clause of Fox Creek Rural Electric Cooperative Corporation ("Fox Creek") for the past 2 years and to determine the amount of fuel cost that should be transferred (rolled in) to the base rates in order to reestablish the fuel adjustment charge.

Fox Creek filed all requested information, including its monthly fuel charges for the 2-year period under review. Following proper notice, a hearing was held on April 4, 1984.

The Commission approved a transfer (roll-in) of (2.47) mills per KWH to the base rates of Fox Creek's wholesale supplier, East Kentucky Power Cooperative, Inc., ("East Kentucky") in Case No. 9171. Approval of East Kentucky's proposal requires that Fox Creek also be authorized to roll in those same fuel costs to its base rates.

The Commission, having considered the evidence of record and being advised, is of the opinion and finds that:

1. Fox Creek has complied in all material respects with the provisions of 807 KAR 5:056.

2. Fox Creek's wholesale supplier has been authorized to transfer (roll in) to its base rates fuel costs of (2.47) mills per KWH in Case No. 9171.

3. Fox Creek should be authorized to decrease the rates charged its customers by 2.66 mills per KWH in order to transfer fuel costs rolled in by East Kentucky from the fuel adjustment clause to the base rates pursuant to the Commission's Order in Case No. 9171 and applicable line loss, and this can best be accomplished by a uniform reduction in all energy rates.

4. The revised rates and charges in Appendix A are designed to reflect the transfer of fuel costs from the fuel adjustment clause rate to the base rates.

IT IS THEREFORE ORDERED that the charges collected by Fox Creek through the fuel adjustment clause for the period November 1, 1982, through October 31, 1984, be and they hereby are approved.

IT IS FURTHER ORDERED that Fox Creek be and it hereby is authorized to transfer to its base rates fuel costs transferred by its wholesale supplier pursuant to Case No. 9171.

IT IS FURTHER ORDERED that the rates in Appendix A be and they hereby are approved for service rendered by Fox Creek on and after June 1, 1985, which is also the effective date for East Kentucky's rates.

IT IS FURTHER ORDERED that within 30 days from the date of this Order Fox Creek shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 7th day of May, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9183 DATED 5/7/85

The following rates and charges are prescribed for the customers in the area served by Fox Creek Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE R RESIDENTIAL SERVICE*

Rate

Minimum Bill	30 KWH Per Month	\$5.65 Per Month
Next	50 KWH Per Month	.12515 Per KWH
Next	420 KWH Per Month	.06885 Per KWH
All Over	500 KWH Per Month	.06325 Per KWH

Monthly Minimum

The minimum monthly charge under the above rate shall be \$.90 per kVA of transformer capacity but in no case less than \$5.65.

SCHEDULE R - T-O-D RESIDENTIAL SERVICE T-O-D*

Rate

On-Peak Rate

Service Charge	\$1.90
First 80 KWH/Month	.12515 per KWH
Service Charge	6.40
81 to 500 KWH/Month	.06885 per KWH
Service Charge	9.19
Over 500 KWH/Month	.06325 per KWH

Off-Peak Rate

First 80 KWH/Month	.07403 per KWH
81 to 500 KWH/Month	.04025 per KWH
Over 500 KWH/Month	.03689 per KWH

**SCHEDULE C
COMMERCIAL AND SMALL POWER***

Rate

First	10 KW of Billing Demand	No Charge
Over	10 KW of Billing Demand	\$3.18 Per KW
Minimum Bill	30 KWH Per Month	\$5.65 Per Month
Next	50 KWH Per Month	.12546 Per KWH
Next	20 KWH Per Month	.06916 Per KWH
Next	900 KWH Per Month	.08316 Per KWH
Next	2,000 KWH Per Month	.07616 Per KWH
Over	3,000 KWH Per Month	.06636 Per KWH

Monthly Minimum

The minimum monthly charge under the above rate shall be \$.90 per kVA of transformer capacity but in no case less than \$5.65.

**SCHEDULE L
LARGE POWER SERVICE (50 TO 200 KW)***

Rate

Demand Charge	\$3.18 Per KW of Billing Demand
First	50 KWH Per KW of Billing Demand .07264 Per KWH
Next	100 KWH Per KW of Billing Demand .06864 Per KWH
Over	150 KWH Per KW of Billing Demand .05874 Per KWH

**SCHEDULE A
RURAL LIGHTING AND COMMUNITY STREET LIGHTING**

Service for the above unit shall be unmetered and billed on the members monthly bill for other electrical service furnished by the Cooperative at the rate of \$5.46 each and every month.

***Fuel Adjustment Charge**

All rates are applicable to the Fuel Adjustment Clause and may be increased or decreased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve-month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.